

Revaluation & Taxes

Through the budget process, the Town determines how much revenue is needed to run the Town. The mill rate is established by dividing the amount of revenue needed by the Net Taxable Grand List. **The figures used in the examples below are for illustrative purposes.**

The mill rate is then multiplied by your individual assessment to calculate your tax bill.

$$\frac{\$750,000 \text{ (money needed)}}{\$20,000,000 \text{ (Grand List)}} = .0375 \text{ or } 37.5 \text{ mills}$$

$$\begin{array}{rclcl} \text{Assessment} & & \text{Mill Rate} & & \text{Taxes} \\ \$100,000 & \times & .0375 & = & \$3,750 \end{array}$$

If the budget, the money needed to run the Town, were to remain the same and the values were to double, your taxes would remain the same despite the increase in assessment.

$$\frac{\$750,000 \text{ (money needed)}}{\$40,000,000 \text{ (Grand List)}} = .01875 \text{ or } 18.75 \text{ .mills}$$

$$\begin{array}{rclcl} \text{Assessment} & & \text{Mill Rate} & & \text{Taxes} \\ \$200,000 & \times & .01875 & = & \$3,750 \end{array}$$

If the budget increased slightly, there would be only a minor increase in taxes even though the assessment doubled.

$$\frac{\$800,000 \text{ (money needed)}}{\$40,000,000 \text{ (Grand List)}} = .0200 \text{ or } 20.00 \text{ mills}$$

$$\begin{array}{rclcl} \text{Assessment} & & \text{Mill Rate} & & \text{Taxes} \\ \$200,000 & \times & .0200 & = & \$4,000 \end{array}$$

We will continue to keep you informed on the progress of the revaluation.